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Message Text

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PAGE 01 LISBON 02576 311222Z
ACTION EUR-12

INFO OCT-01 ISO-00 CIAE-00 INR-07 NSAE-00 PA-01
USIA-06 PRS-01 SP-02 AID-05 COME-00 EB-08 FRB-03
TRSE-00 XMB-02 OPIC-03 LAB-04 SIL-01 OMB-01 /057 W
----------010729Z 091735 /15
R 311137Z MAR 77
FM AMEMBASSY LISBON
TO SECSTATE WASHDC 0781
INFO AMEMBASSY BONN

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PASS TREASURY FOR SYVRUD

E.O. 11652: N/A
TAGS: ECON, EFIN, PO
SUBJECT: ECONOMIC ASSISTANCE FOR PORTUGAL

1. CITING ITS NEW YORK CORRESPONDENT JOAO BASTOS, CONSERVATIVE WEEKLY PAPER "TEMPO" OF MARCH 31 REPORTED THAT ATTEMPTS TO FORM MULTILATERAL CONSORTIUM TO PROVIDE $1.5 BILLION CREDIT HAD REACHED IMPASSE. MAJOR DIFFICULTY, REPORT CLAIMED, WAS GERMAN RESISTANCE TO ASKING BUNDESTAG FOR BUDGET AUTHORIZATION. GERMAN OFFICIALS REPORTEDLY CONVEYED THEIR CONCERNS TO PRIME MINISTER MARIO SOARES DURING HIS VISIT TO BONN. GOP OFFICIALS ALLEGEDLY BECOMING INCREASINGLY CONCERNED BY PROBLEMS ENCOUNTERED IN FORMATION OF CONSORTIUM AND BY THE UNACCEPTABLY LOW LEVEL OF LIQUID RESERVES HELD BY BANK OF PORTUGAL.

2. COMMENT: THIS REPORT, WHICH IS ONE OF SEVERAL THAT HAVE APPEARED RECENTLY IN THE PRESS, FORESHADOWS THE INCREASING CONCERN THAT WILL BE REFLECTED IN THE PRESS UNTIL CONSORTIUM LOAN IS FINALIZED. CITATION OF "NEW YORK" AS SOURCE OF REPORT WILL LIKELY MAKE GOP SUSPICIOUS THAT IT
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WAS GENERATED BY SOME ULTERIOR MOTIVE. WE ARE FEARFUL, MOREOVER, THAT FRG MAY INTERPRET SUCH REPORTS AS AN EFFORT TO PUT FURTHER PRESSURE ON IT TO AGREE TO PARTICIPATION IN A CONSORTIUM.
CARLUCCI

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NNN

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: PRESS COMMENTS, CREDIT, FOREIGN ASSISTANCE, ECONOMIC AGREEMENTS, CREDIT GUARANTEES, CONSORTIUMS
Control Number: n/a
Copy: SINGLE
Sent Date: 31-Mar-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977LISBON02576
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770111-1010
Format: TEL
From: LISBON
Handling Restrictions: n/a
Image Path:
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Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
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Previous Handling Restrictions: n/a
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Retention: 0
Review Action: RELEASED, APPROVED
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Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 3020406
Secure: OPEN
Status: NATIVE
Subject: ECONOMIC ASSISTANCE FOR PORTUGAL
TAGS: ECON, EFIN, PO, US
To: STATE
Type: TE
vdkvgwkey: odbc://SAS/SAS.dbo.SAS_Docs/726820b3-c288-dd11-92da-001cc4696bcc
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